

OVERVIEW OF BUDGET

DEPARTMENT: SPECIAL DISTRICTS
DIRECTOR: EMIL MARZULLO

2001-02

	<u>Appropriation</u>	<u>Revenue</u>	<u>Local Cost</u>	<u>Fund Balance</u>	<u>Staffing</u>
Franchise Administration	289,495	-	289,495		3.0
Fish and Game Comm	73,167	19,000		54,167	-
TOTAL	362,662	19,000	289,495	54,167	3.0

BUDGET UNIT: FRANCHISE ADMINISTRATION (AAA FRN)

I. GENERAL PROGRAM STATEMENT

Franchise Administration is a division of Special Districts. Its function is to monitor utility, cable, telecommunication, and interstate pipeline franchises, as well as the use of other public property. Franchise Administration is also responsible for ensuring submission of the appropriate documents from franchisees including reports, proof of insurance, and payment of franchise fees. Other duties include monitoring customer service compliance for cable television service providers and research designed to identify other entities utilizing public rights-of-way.

II. BUDGET & WORKLOAD HISTORY

	<u>Actual 1999-00</u>	<u>Budget 2000-01</u>	<u>Actual 2000-01</u>	<u>Budget 2001-02</u>
Total Appropriation	281,909	258,962	354,412	289,495
Local Cost	281,909	258,962	354,412	289,495
Budgeted Staffing		3.0		3.0
<u>Workload Indicators</u>				
Number of Franchises:				
Cable Television	13	13	13	13
Gas	4	4	4	4
Water	11	24	24	26
Electric	2	2	2	2
Pipeline and Telecom	3	3	5	7
Franchise Revenues:				
Cable Television	744,818	850,000	1,016,008	1,000,000
Gas	1,259,906	1,180,000	1,525,451	1,398,000
Water	145,879	160,000	141,949	175,000
Electric	1,316,280	1,500,000	1,422,377	1,650,000
Pipeline and Telecom	105,678	115,000	57,211	140,000

Actual expenditures in 2000-01 exceeded budget by \$95,450. This overage was the result of a \$143,000 contract with Telecommunications Management Corporation to conduct financial audits of the county's cable franchises and licenses. The Board approved this contract on October 17, 2000.

Workload indicators for franchise revenues in 2001-02 have increased over the 2000-01 budgeted amount. This increase is primarily a result of the following:

- The percentage of fees paid to the county by several cable franchises has increased from 2% to 5% of gross revenues.
- Cable companies have raised their rates due to higher programming costs, thereby increasing gross revenues.
- Nineteen (19) new franchises have been negotiated since 1999-00.

SPECIAL DISTRICTS

- A significant portion of the Gas Franchise fees are paid on the weighted average cost of transported gas. With the price of transmitting natural gas increasing considerably, more fee revenue will be received by the county.

GROUP: Economic Development/Public Services
DEPARTMENT: Special Districts - Franchise Administration
FUND : General AAA FRN

FUNCTION: General
ACTIVITY: Legislative and Admin.

	2000-01 Actuals	2000-01 Approved Budget	2001-02 Board Approved Base Budget	2001-02 Board Approved Changes to Base Budget	2001-02 Final Budget
Appropriations					
Salaries and Benefits	163,017	152,317	176,935		176,935
Services and Supplies	158,445	72,945	77,027		77,027
Central Computer		750	935		935
Transfers	32,950	32,950	34,598	-	34,598
Total Appropriation	354,412	258,962	289,495	-	289,495
Local Cost	354,412	258,962	289,495	-	289,495
Budgeted Staffing		3.0	3.0	-	3.0

Total Changes Included in Board Approved Base Budget

Salaries and Benefits	9,618	MOU, Retirement Rate Adjustments, Workers Compensation increases
	15,000	Board approved mid-year reclass of Franchise Programs Analyst
	<u>24,618</u>	Total Salaries and Benefits
Services and Supplies	2,049	Increase in Risk Management Charges
	2,033	Inflation
	<u>4,082</u>	Total Services and Supplies
2410 Central Computer	<u>185</u>	
Transfers	<u>1,648</u>	Inflation factor applied for CSA 70 - Admin
Total Appropriations	<u>30,533</u>	
Total Appropriation	30,533	
Revenues	-	
Total Local	30,533	
Total 2000-01 Appropriation	258,962	
Total 2000-01 Revenue	-	
Total 2000-01 Local Cost	258,962	
Total Base Budget Appropriation	289,495	
Total Base Budget Revenue	-	